# Second Regular Session Seventieth General Assembly STATE OF COLORADO

## REENGROSSED

This Version Includes All Amendments Adopted in the House of Introduction

LLS NO. 16-1095.01 Jennifer Berman x3286

**SENATE BILL 16-145** 

### SENATE SPONSORSHIP

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Agriculture, Natural Resources, & Energy

## A BILL FOR AN ACT

| 101 | CONCERNING AN ALTERNATIVE MECHANISM FOR CREATING     | A  |
|-----|--|----|
| 102 | SUBDISTRICT OF THE COLORADO RIVER WATER CONSERVATION | )N |
| 103 | DISTRICT.  |    |

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://www.leg.state.co.us/billsummaries">http://www.leg.state.co.us/billsummaries</a>.)

The Colorado river water conservation district's (district) 1937 organic act provides a mechanism for the creation of a subdistrict within the 15-county district that requires a petition signed by 50% of the property owners of the proposed subdistrict to be presented to, and approved by, a court which may then declare the subdistrict formed.

SENATE 3rd Reading Unamended March 24, 2016

SEINATE Amended 2nd Reading March 22, 2016 Because of changes in the amount and type of property ownership over the years, the 50% signature threshold is no longer practical.

The bill provides an alternative mechanism to petition for the organization of a subdistrict of the district. Following initial approval of the board of directors, including unanimous approval of the directors representing the geographic area that would be covered by the proposed subdistrict, the petition must include the signatures of the lesser of 10% or 200 electors of the geographic area covered by the proposed subdistrict. The petition must then be presented to a court for approval at a hearing, and, upon approval, is put to a vote at a districtwide election. If a majority of the votes are in favor of the formation of the proposed subdistrict, the court shall declare the subdistrict formed.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 37-46-102, amend 3 (5) as follows: 4 **37-46-102. Definitions.** As used in this article, unless the context 5 otherwise requires: 6 (5) "Subdistrict" or "subdivision" embraces and includes the kind 7 or character of special improvement districts created under the provisions 8 of this article, including subdistricts organized under the name and style 9 of "Water Users' Association No. .... of the Colorado River Water 10 Conservation District" and "Special Improvement District No. .... Colorado River Water Conservation District". A subdistrict or subdivision 11 12 is a body corporate and politic and a political subdivision of the state of 13 Colorado. A SUBDISTRICT OR SUBDIVISION DOES NOT HAVE REGULATORY 14 AUTHORITY OVER A WATER CONSERVATION DISTRICT, WATER 15 CONSERVANCY DISTRICT, IRRIGATION DISTRICT, OR OTHER WATER USER 16 OUTSIDE ITS GEOGRAPHIC BOUNDARIES; HOWEVER, A SUBDISTRICT OR 17 SUBDIVISION MAY ENTER INTO A VOLUNTARY CONTRACT, STIPULATION, OR OTHER AGREEMENT WITH A WATER CONSERVATION DISTRICT, WATER 18 19 CONSERVANCY DISTRICT, IRRIGATION DISTRICT, OR OTHER WATER USER

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| 1  | OUTSIDE ITS GEOGRAPHIC BOUNDARIES.  |
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| 2  | <b>SECTION 2.</b> In Colorado Revised Statutes, <b>add</b> 37-46-114.5 as |
| 3  | follows:  |
| 4  | 37-46-114.5. Alternative procedure for organizing a                       |
| 5  | subdistrict. (1) (a) Notwithstanding the process for creating a           |
| 6  | SUBDISTRICT ESTABLISHED IN SECTIONS 37-46-112 TO 37-46-114, A             |
| 7  | PETITION FOR AN ELECTION ON THE ORGANIZATION OF A SUBDISTRICT MAY         |
| 8  | BE FILED WITH THE CLERK OF THE COURT THAT HAS JURISDICTION OVER           |
| 9  | ALL OR PART OF THE GEOGRAPHIC AREA TO BE REPRESENTED BY THE               |
| 10 | PROPOSED SUBDISTRICT. THE PETITION MUST BE:                               |
| 11 | (I) DULY APPROVED BY THE DISTRICT'S BOARD OF DIRECTORS;                   |
| 12 | (II) APPROVED BY A UNANIMOUS VOTE OF THE MEMBERS OF THE                   |
| 13 | DISTRICT'S BOARD OF DIRECTORS WHO WERE APPOINTED BY THE COUNTIES          |
| 14 | THAT LIE WHOLLY OR PARTIALLY WITHIN THE BOUNDARIES OF THE                 |
| 15 | PROPOSED SUBDISTRICT; AND   |
| 16 | (III) SIGNED BY AT LEAST THE LESSER OF TEN PERCENT OR TWO                 |
| 17 | HUNDRED OF THE ELECTORS LIVING IN THE GEOGRAPHIC AREA TO BE               |
| 18 | REPRESENTED BY THE PROPOSED SUBDISTRICT.                                  |
| 19 | (b) THE PETITION MUST INCLUDE:  |
| 20 | (I) THE NAME OF THE PROPOSED SUBDISTRICT;                                 |
| 21 | (II) A GENERAL DESCRIPTION OF THE PURPOSE OF THE PROPOSED                 |
| 22 | SUBDISTRICT CONSISTENT WITH THE REQUIREMENTS OF SECTION                   |
| 23 | 37-46-112. THE DESCRIPTION NEED NOT BE GIVEN BY MEASUREMENTS              |
| 24 | AND BOUNDARIES OR BY LEGAL SUBDIVISION, BUT IT MUST BE SUFFICIENT         |
| 25 | TO ENABLE A PROPERTY OWNER TO ASCERTAIN WHETHER THE PROPERTY              |
| 26 | OWNER'S PROPERTY IS WITHIN THE TERRITORY PROPOSED TO BE                   |
| 27 | ORGANIZED AS A SUBDISTRICT. IF THE PROPOSED SUBDISTRICT IS INTENDED       |

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| 2  | 37-46-101, THE TERRITORY OF THE SUBDISTRICT NEED NOT BE            |
|----|--|
| 3  | CONTIGUOUS. THE BOUNDARY OF THE PROPOSED SUBDISTRICT MAY           |
| 4  | INCLUDE ALL OR ANY PART OF ANY CITY, COUNTY, OR CITY AND COUNTY,   |
| 5  | REGARDLESS OF SIZE.  |
| 6  | (III) A STATEMENT WHETHER ANY PART OF THE PROPOSED                 |
| 7  | SUBDISTRICT IS INCLUDED WITHIN THE BOUNDARIES OF AN EXISTING       |
| 8  | SUBDISTRICT ESTABLISHED UNDER THIS ARTICLE AND, IF SO, A GENERAL   |
| 9  | DESCRIPTION OF THE OVERLAPPING GEOGRAPHIC AREA;                    |
| 10 | (IV) A GENERAL DESIGNATION OF ANY SUBDIVISIONS OF THE              |
| 11 | SUBDISTRICT AND THE NUMBER OF DIRECTORS PROPOSED FOR EACH          |
| 12 | SUBDIVISION; AND   |
| 13 | (V) A FORMAL REQUEST FOR THE ORGANIZATION OF THE                   |
| 14 | SUBDISTRICT BY THE NAME PROPOSED AND A REQUEST TO HOLD AN          |
| 15 | ELECTION ON THE QUESTION OF THE ORGANIZATION OF THE SUBDISTRICT.   |
| 16 | (2) $(a)$ $(I)$ On the day fixed for a hearing on the petition, or |
| 17 | AT A CONTINUANCE OF THE HEARING DATE, THE COURT SHALL FIRST        |
| 18 | ASCERTAIN WHETHER THE REQUIREMENTS OF SUBSECTION (1) OF THIS       |
| 19 | SECTION HAVE BEEN SATISFIED.                                       |
| 20 | <del></del>  |
| 21 | (II) THE COURT SHALL NOT DECLARE A PETITION WITH THE               |
| 22 | REQUISITE SIGNATURES VOID ON ACCOUNT OF ALLEGED DEFECTS IN THE     |
| 23 | PETITION, BUT MAY REQUIRE THE PETITION TO BE AMENDED AT ANY TIME   |
| 24 | TO CORRECT ANY ERRORS, INCLUDING AN ERROR IN THE DESCRIPTION OF    |
| 25 | THE TERRITORY. IF DUPLICATE OR SIMILAR PETITIONS FOR THE           |
| 26 | ORGANIZATION OF A SUBDISTRICT ARE FILED BEFORE A HEARING IS HELD   |
| 27 | ON THE FIRST PETITION FILED, THE COURT SHALL REGARD THE FIRST AND  |

TO PROMOTE ONE OR MORE OF THE PURPOSES SET FORTH IN SECTION

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| 1  | ANY DUPLICATE OR SIMILAR PETITIONS AS ONE PETITION.                                 |
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| 2  | (III) IF, AT THE HEARING, IT APPEARS THAT THE PETITION FOR THE                      |
| 3  | ORGANIZATION OF A SUBDISTRICT HAS BEEN SIGNED AND PRESENTED IN                      |
| 4  | CONFORMITY WITH THIS SECTION AND THAT THE CLAIMS OF THE PETITION                    |
| 5  | ARE TRUE, THE COURT, BY ORDER ENTERED INTO THE RECORD, SHALL                        |
| 6  | DIRECT THAT THE QUESTION OF THE ORGANIZATION OF THE SUBDISTRICT                     |
| 7  | BE SUBMITTED AT AN ELECTION WITHIN THE BOUNDARIES OF THE                            |
| 8  | PROPOSED SUBDISTRICT TO BE HELD FOR THAT PURPOSE IN ACCORDANCE                      |
| 9  | WITH THE LAWS OF THIS STATE FOR CONDUCTING A GENERAL ELECTION OR                    |
| 10 | A SPECIAL ELECTION HELD ON THE FIRST TUESDAY IN NOVEMBER OF AN                      |
| 11 | ODD-NUMBERED YEAR.  |
| 12 | (b) AT AN ELECTION ON THE ORGANIZATION OF A SUBDISTRICT, A                          |
| 13 | VOTER MAY VOTE FOR OR AGAINST THE ORGANIZATION OF THE                               |
| 14 | SUBDISTRICT. IF A MAJORITY OF THE VOTES CAST AT THE ELECTION ARE IN                 |
| 15 | FAVOR OF THE ORGANIZATION OF A SUBDISTRICT, THE COURT SHALL                         |
| 16 | DECLARE THE SUBDISTRICT ORGANIZED AND GIVE IT THE CORPORATE                         |
| 17 | NAME DESIGNATED IN THE PETITION, BY WHICH NAME IT WILL BE KNOWN                     |
| 18 | FOR ALL PROCEEDINGS. UPON ORGANIZATION OF THE SUBDISTRICT, THE                      |
| 19 | SUBDISTRICT WILL BE A BODY CORPORATE AND POLITICAL SUBDIVISION OF                   |
| 20 | THE STATE OF COLORADO WITH ALL OF THE POWERS AFFORDED TO $\underline{\hspace{1cm}}$ |
| 21 | SUBDISTRICT OR SUBDIVISION BY THIS ARTICLE.   |
| 22 | SECTION 3. In Colorado Revised Statutes, 37-46-112, amend                           |
| 23 | (1) as follows:   |
| 24 | <b>37-46-112. Petition.</b> (1) EXCEPT AS SPECIFIED IN SECTION                      |
| 25 | 37-46-114.5, before any subdistrict is established under this article, a            |
| 26 | petition shall be filed in the office of the clerk of the district court of the     |
| 27 | county in which the territory to be embraced INCLUDED in said THE                   |

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| 1  | subdistrict, or the greater part thereof OF THE TERRITORY is situate         |
|----|--|
| 2  | LOCATED, signed by the board of directors of the district or by a majority   |
| 3  | of the owners of land situate LOCATED within the limits of the territory     |
| 4  | proposed to be organized into a subdistrict.                                 |
| 5  | SECTION 4. In Colorado Revised Statutes, 37-46-113, amend                    |
| 6  | (1) as follows:  |
| 7  | <b>37-46-113. Notice of hearing on petition.</b> (1) Immediately after       |
| 8  | the filing of such A petition CREATED PURSUANT TO SECTION 37-46-112,         |
| 9  | the court, wherein such petition is filed, by order, shall fix a place and   |
| 10 | time, not less than sixty days nor more than ninety days after the petition  |
| 11 | is filed, for A hearing thereon ON THE PETITION, and thereupon the clerk     |
| 12 | of said THE court shall cause PROVIDE notice by publication, which may       |
| 13 | be substantially the same as provided in section 37-8-101, to be made of     |
| 14 | the pendency of the petition and of the time and place of the hearing        |
| 15 | thereon ON THE PETITION. The clerk of said THE court shall also forthwith    |
| 16 | cause a copy of said MAIL THE notice to be mailed by United States           |
| 17 | registered mail to the board of county commissioners of each of the          |
| 18 | several counties having territory within the proposed subdistrict and, IF    |
| 19 | THE PETITION IS FILED BY LANDOWNERS, AND NOT BY THE BOARD OF                 |
| 20 | DIRECTORS, to the board of directors of said THE district. in the event that |
| 21 | said petition is filed by the landowners.                                    |
| 22 | SECTION 5. In Colorado Revised Statutes, 37-46-114, amend                    |
| 23 | (1) as follows:  |
| 24 | 37-46-114. Protesting of petitions. (1) At any time After the                |
| 25 | filing of a petition for the organization of a subdistrict PURSUANT TO       |
| 26 | SECTION 37-46-112, and not less than A WRITTEN PROTEST OBJECTING TO          |
| 27 | THE ORGANIZATION OF THE SUBDISTRICT MAY BE FILED WITH THE COURT              |

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CLERK UP TO thirty days prior to BEFORE the time fixed by the order of the court for the DATE FOR THE hearing upon said ON THE petition, and BUT not thereafter, a protest may be filed in the office of the clerk of the court wherein the proceedings for the organization of such subdistrict is pending, AFTER THE DATE OF THE HEARING. THE PROTEST MUST BE signed by a majority of the owners of the land LANDOWNERS in said THE proposed subdistrict. protesting the organization or creation of said subdistrict. It is the duty of The clerk of the court forthwith, upon filing of said protest, to SHALL THEN make as many certified copies thereof OF THE WRITTEN PROTEST, including the signatures, thereto, as there are counties into any part of which said THE proposed subdistrict extends and forthwith to place in the hands of PROVIDE A COPY TO the county treasurer of each of such THE counties. one of said certified copies.

**SECTION** <u>6.</u> Act subject to petition - effective date - applicability. (1) This act takes effect at 12:01 a.m. on the day following the expiration of the ninety-day period after final adjournment of the general assembly (August 10, 2016, if adjournment sine die is on May 11, 2016); except that, if a referendum petition is filed pursuant to section 1 (3) of article V of the state constitution against this act or an item, section, or part of this act within such period, then the act, item, section, or part will not take effect unless approved by the people at the general election to be held in November 2016 and, in such case, will take effect on the date of the official declaration of the vote thereon by the governor.

(2) This act applies to petitions filed on or after the applicable effective date of this act.

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